GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Lands - APIIC Ltd – Certain incentives extended under IDP 2015-20 in favour of M/s.Bharat Forge Limited (BFL), flagship company of Kalyani Group to set up an automotive Industrial park which focused on 3 areas; Manufacturing Aluminum die casting products, forgings & machining, over 100 Acres contiguous land parcel with an investment of around Rs 1,400 Crore in two phases in Mambattu (V), Tada (M), SPSR Nellore District – Sanction of Rs.17.25 Crores under IIDF for providing 4 lane Approach Road to the Company as part of incentive – Orders - Issued.

==========

INDUSTRIES AND COMMERCE (INFRA) DEPARTMENT

G.O.MS.No. 42 Dated: 12-02-2019

Read the following:

1. G.O.Ms.No.118, Ind & Com (P&I) Dept, dt.26.08.2016.
2. G.O.Ms.No.154, Ind & Com (P&I) Dept, dt.07.11.2017.
3. From the VC&MD, APIIC Ltd., Vijayawada Single File No.CE-I/APIIC/IP-Mambattu /DiversionofForestLand/NLR/11/2016-17 & Lr.dt.11.12.2017.
4. From the Dist Collector, SPSR Nellore Dist Lr.No.Rc.E8/150/2018, dt.29.01.2018.
5. From the VC&MD, APIIC Ltd., Vijayawada Single File No.78451/APIIC/AM(Projects)BhartForge/SPSR/2017 & Lr.dt.02.02.2018.
6. From the VC&MD, APIIC Ltd., Vijayawada Single File No.CE-I/APIIC/IP-Mambattu/DiversionofForestLand/NLR/11/2016-17-Part(1) & Lr.dt.02.04.2018.
7. Note, dt.08.09.2018 of COI, A.P., Vijayawada in Govt file No.4029/Infra/A1/2016.
8. Minutes of the State Investment Promotion Board meeting held on 09.02.2019 communicated vide Lr.No.INC01-12023/1/P&I/A1/2018, dt.12.02.2019 of Ind & Com (P&I) Dept.

****

ORDER:

In G.O. 1st read above, orders were issued extending various incentives under IDP 2015-20 in favour of M/s. Bharat Forge Limited (BFL), flagship company of Kalyani Group to set up an automotive Industrial park which focused on 3 areas; Manufacturing Aluminum die casting products, forgings & machining, over 100 Acres contiguous land parcel with an investment of around Rs 1,400 Crore in two phases in Mambattu (V), Tada (M), SPSR Nellore District. Among them one of the incentive as per para 4 (iv) of G.O. is to provide "100% of the external infrastructure support for 4 lane Road (about 3 km) from Highway to project site, as it will open up the industrial area and be useful for many industries coming up in that area."

2. In G.O. 2nd read above, orders were issued extending certain incentives to the Company M/s.Bharat Forge Ltd., in addition to the incentives already granted vide G.O. 1st read above.

3. In the references 3rd & 5th read above, the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has submitted proposal stating that to provide the Infrastructure facilities to the Company as ordered in the G.O.s 1st & 2nd read above, one of the issues is formation of 4 lane Approach Road from existing 4 lane Road to the Company land, requires land acquisition of 3.85 Acs from M/s.Bharatiya International Leather SEZ which is to be de-notified from SEZ to Non SEZ.

(P.T.O.)

4. In the reference 6th read above, the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has further submitted that as the APIIC has not loaded the cost of external road in the land cost and do not have funds for the same, they have requested Government to support the work under IIDF and to accord necessary sanction for Rs.1,385.00 Lakhs and again submitted modified proposal for sanction of Rs.1,725.00 Lakhs duly including the storm water drain work on the request of M/s.BFL. Further stated that the Forest Department has raised a Demand Notice, dt.19.01.2018 for Rs.30.125 Lakhs as compensation for the extent of 2.44 Hectares of land relates to the Approach Road falling in the Forest area and to transfer the said land only after final approval. The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., has therefore requested the Government to release the amount of Rs.1,725.00 Lakhs to take up the Road, Drain works and compensation payable to Forest Dept as well as to M/s.Bharatiya International Leather SEZ.

5. The matter was placed before the State Investment Promotion Board meeting held on 09.02.2019. Accordingly, vide reference 8th read above, the SIPB have decided to extend Rs.17.25 Crores for providing 4 lane Approach Road to M/s.Bharat Forge Ltd., from IIDF in relaxation of the guidelines, as a special case.

6. Government, after careful examination of the issue and in pursuance of the decision of SIPB vide reference 8th read above, hereby accord sanction for an amount of Rs.17,25,00,000/- (Rupees Seventeen Crore and Twenty Five Lakhs only) for providing 4 lane Approach Road to M/s.Bharat Forge Limited, from Industrial Infrastructure Development Fund (IIDF) in relaxation of the guidelines, as a special case.

7. The Commissioner of Industries, A.P., Vijayawada and the Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., shall take necessary action in the matter accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

S.SOLOMON AROKIARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Commissioner of Industries, 1st Floor, Government Regional Printing Press Buildings, Mutyalampadu, Vijayawada – 520 011.
The Vice Chairman & Managing Director, A.P. Industrial Infrastructure Corporation Ltd., H.No.12B, 59A-8-12B, Guru Nanak Colony Road, Teacher's Colony, Vijayawada-520008.

Copy to:
The P.S. to Principal Secretary to C.M. (GSP), A.P. Secretariat, Velagapudi.
The P.S.to Secretary to Government & CIP, Ind & Com Department.
The Ind & Com (P&I) Department
SF/SC.

//FORWARDED BY: ORDER//

SECTION OFFICER